

## GRID WEST PRICING WORK GROUP

### Initial Meeting Schedule and Draft "Idea Bin"

*A. Initial Meeting Schedule:*

Day	Date	Time	Location
Wednesday	February 16	8:30 a.m. to 3:30 p.m.	Grid West Conference Room
Wednesday	March 2	8:30 a.m. to 3:30 p.m.	Grid West Conference Room
Wednesday	March 16	8:30 a.m. to 3:30 p.m.	Grid West Conference Room
Tuesday	March 29	1:00 to 5:00 p.m.	Grid West Conference Room
Wednesday	March 30	8:30 a.m. to 3:30 p.m.	Grid West Conference Room
Friday	April 8	8:30 a.m. to 3:30 p.m.	Grid West Conference Room
Tuesday	April 19	1:00 to 5:00 p.m.	Grid West Conference Room
Wednesday	April 20	8:30 a.m. to 3:30 p.m.	Grid West Conference Room

*B. Draft "Idea Bin" for Pricing Work Group Scope:*

The overarching goal is to develop a conceptual pricing proposal for Grid West that would, at a minimum, address the following:

- **"Company Rate"** – clearly defining what the term means, how and when it is applied to transmission service within the Grid West structure, and how the amount that customers are charged will be calculated.
- **New Long-Term Service** – How are customers charged? How are the resulting revenues allocated among transmission owners?
- **Replacing Lost Revenues** – How are funds designated to replace lost revenues allocated among transmission owners? How is the amount of lost revenue calculated?
- **Reconfiguration Service Revenue** (revenues from the auction of available flowgate capacity) – How are the revenues allocated?
- **Regional Network Service** – What are the charges for incremental transmission service (service that is not covered by pre-existing agreements) and how are the resulting revenues allocated?
- **Regional Revenue Requirement Adjustment ("R3A")** – How are revenues for this adjustment mechanism generated? How are revenues allocated among transmission owners?

- **Expiring Contracts** – How will these be handled?
- **Contract Rollover Rights** – How will these be handled?
- **Grid Management Charge** – How is this calculated? How are customers charged? How are potential short-falls and over-collection addressed?
- **Data Needs** – What data are needed for developing the Pricing Work Group's proposal? What data will be needed to implement the proposal?

The work group will also need to explain, in its pricing proposal, what will happen at the end of the eight-year period (provided under the Grid West Operational Bylaws) during which Grid West does not have the authority to depart from using the company rate approached for embedded cost recovery. (The default is that the pricing approach in place at the end of the eight-year period would continue. The Grid West Board would have to affirmatively act to make a change, and departing from the company rate approach would be subject to consultation and voting requirements that apply to the "special issues list.")